



# Base Morning Technical Report

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Alu

(Bloomberg) -- North America's aluminum industry and buyers are scrambling to figure out how business will be affected after US President Donald Trump imposed import duties on Canadian and Mexican supplies.

A key uncertainty is whether raw aluminum and related products incur a 25% tariff or if they get a more favorable 10% treatment for being a critical mineral. The US Commerce Department didn't immediately respond to a request for comment.

"No one knows," Anton Posner, chief executive officer of logistics services provider Mercury Resources, said in a phone interview. "We're dealing with government administration and trade negotiations by Truth Social, and therefore how can anyone strategize, plan or effectively react?"

# Copper Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	9,379	R1	9,474	RSI above 50	
S2	9,310	R2	9,551		
S3	9,176	R3	9,575		

## Synopsis - Intraday

Source Bloomberg

- Price is above the EMA resistance band (Black EMA's)
- The RSI above 50 (54)
- Stochastic is above 50
- Price is above the daily pivot point USD 9,379
- Unchanged on the technical yesterday. We noted that if price and momentum become aligned to the sell side and we traded below USD 9,310, then the USD 9,176 support would start to look vulnerable. As noted previously, for upside continuation, we would need to close above and hold above the daily 200-period MA.
- The futures spent another session trading around the daily 200-period MA yesterday (USD 9,389); however, we are now seeing bullish price action, as the futures opened above the daily average with price moving over USD 100 higher in the Asian day session. We are above all key moving averages with the RSI above 50, intraday price and momentum are aligned to the buy side.
- A close on the 4-hour candle below USD 9,379 with the RSI at or below 44.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 9,176 will warn that there is potentially a larger, bullish Elliott wave cycle coming into play. Likewise, upside moves that fail at or below USD 9,474 will leave the futures vulnerable to further tests to the downside, above this level will warn the USD 9,551 fractal resistance could be tested and broken.
- Technically bullish, the MA on the RSI implies that we have light momentum support. We are now approaching the USD 9,474 resistance, if broken, then the probability of the futures trading to a new low will start to decrease. This will also warn that the USD 9,551—USD 9,575 fractal resistance zone could be tested and broken; if it is, it will suggest we are in the early stages of a bullish, higher timeframe Elliott wave 5. As noted previously, our wave analysis suggests that downside moves should be considered as countertrend.

# Aluminium Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	2,615	R1	2,628.5		RSI below 50
S2	2,601	R2			
S3	2,585	R3			

Source Bloomberg

## Synopsis - Intraday

- Price is between the EMA resistance band (Black EMA's)
- RSI is below 50 (49)
- Stochastic is above 50
- Price is above the daily pivot point USD 2,615
- Unchanged on the technical yesterday. We remained bullish with a neutral bias, meaning the probability of the futures trading to a new high had started to decrease. We remain cautious on downside breakouts below USD 2,600 as it would create a positive divergence on the 1-and-4-hour timeframes, warning we could see a momentum slowdown.
- The futures traded to a low of USD 2,597.5; however, due to the positive divergences highlighted yesterday, the move failed to hold, resulting in price moving higher. We are between the EMA resistance band with the RSI near-neutral at 49, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 2,615 with the RSI at or below 41.5 will mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 2,688 will warn that there is further downside within this corrective phase, above this level the technical will be back in bullish territory.
- Technically bullish with a neutral bias, the MA on the RSI implies that we have light momentum support, whilst the futures are moving higher on a positive divergence with the RSI. If we close above and hold above the top of the EMA resistance band (USD 2,634), with the RSI moving above 50, it will warn that the Fibonacci resistance zone could come under pressure. We are cautious on moves lower at this point, as the technical is now seeing momentum support that price action is reacting to by moving higher.

# Zinc Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	2,824	R1	2,856		RSI below 50
S2	2,801	R2	2,882		
S3	2,790	R3	2,904		

Source Bloomberg

## Synopsis - Intraday

- Price is between the EMA resistance band (Black EMA's)
- RSI is below 50 (49)
- Stochastic is below 50
- Price is above the daily pivot point USD 2,824
- Technically bullish yesterday, the MA on the RSI implied that we had momentum support at that point. Key support was at USD 2,801, below this level the probability of the futures trading to a new high will start to decrease. However, we had the linear regression line at USD 2,802; if we traded below but fail to closed below the line, it would indicate that there was an underlying support in the market. We noted that we considered the linear line as more important than the USD 2,801 level in that instance.
- The futures held above the linear line (USD 2,801) and the USD 2,801 Fibonacci support, resulting in price seeing a small move higher. We are between the EMA resistance band with the RSI near-neutral at 49, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 2,824 with the RSI at or below 45 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 2,801 will support a bull argument, below this level the technical will have a neutral bias. Likewise, upside moves that fail at or below USD 2,882 will warn that there could be further downside within the corrective phase.
- Technically bullish, the MA on the RSI implies that momentum is supported. We have heightened three small downside rejection candles above the USD 2,601 level (black rectangle), warning we are seeing buyside support in the market, meaning resistance levels are starting to look vulnerable. We now have evidence of support in the market, for upside continuation the futures need to close above and hold above the 200-period MA (USD 2,846); if we do, then resistance levels could be tested and broken. As noted previously, if we close below and hold below the linear line, it will warn that sell side pressure is increasing.



# Nickel Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	15,923	R1	16,085	RSI above 50	
S2	15,835	R2			
S3	15,755	R3			

**Synopsis - Intraday**

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (62)
- Stochastic is overbought
- Price is above the daily pivot point USD 15,923
- Technically bullish yesterday, the upside move to a new high had resulted in price creating a negative divergence with the RSI. Not a sell signal, it is a warning that we could see a momentum slowdown which needed to be monitored. Due to the divergence in play, we remained cautious on upside moves at those levels.
- The futures continue to see buy-side support with price trading back to new highs; however, we remain in divergence with the RSI. Price is above all key moving averages with the RSI above 50, intraday price and momentum are aligned to the buy-side.
- A close on the 4-hour candle below USD 15,923 with the RSI at or below 55 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 15,651 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the MA on the RSI is indicating we have light momentum support; however, the RSI remains in divergence with price. Not a sell signal, it is a warning that we could see a momentum slowdown which will need to be monitored. If we close below the low of the last dominant bull candle (USD 15,915), or price and momentum become aligned to the sell side, it will warn that support levels are starting to look vulnerable. If we do trade below the USD 15,651 level, then the probability of the futures trading to a new high will start to decrease. Recent price action suggests that even though we are in divergence, we may try to test the daily fractal resistance zone between USD 16,135—USD 16,270 before entering a corrective phase.

# Lead Morning Technical (4-hour)



Support	Resistance	Current Price	Bull	Bear
S1	2,006	2,019.5	RSI above 50	Stochastic overbought
S2	2,004			
S3	1,995			

Source Bloomberg

## Synopsis - Intraday

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (58)
- Stochastic is overbought
- Price is above the daily point USD 2,004
- Unchanged on the technical yesterday. We remained bullish with a neutral bias, the MA on the RSI implied that momentum was weak. The futures remained below the trend support line (USD 1,993); however, we were holding above the Bollinger support (USD 1,983). If we closed above and held above the trend line, it would leave resistance levels vulnerable in the near-term; if rejected, the USD 1,978 fractal support should in theory be tested and broken. Our technical view remained neutral due to the sideways consolidation, but there were signs of weakness due to the bearish rejection candle closing below the trend support line.
- The futures traded above the high of the rejection candle and closed above the trend support line, resulting in price breaking key resistance, meaning the technical is back in bullish territory. We are above all key moving averages with the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 2,004 with the RSI at or below 49.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 1,995 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the MA on the RSI is implying that momentum is supported, suggesting the USD 2,024 fractal high could be tested and broken. However, we have a note of caution on upside breakouts above USD 2,024.5, as there is a longer-term negative divergence in play. The technical is bullish but the Elliott wave cycle continues to lack clarity, meaning we have no real view on this technical. Caution on bearish rejection candles that close back in the Bollinger band.

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